

Pennsylvania Race Horse Development and Gaming Act of 2004



ACT 71





PART PROFESSIONAL FOOTBALL.
 PART FORMULA ONE RACING.
 (PART IRON CHEF.)

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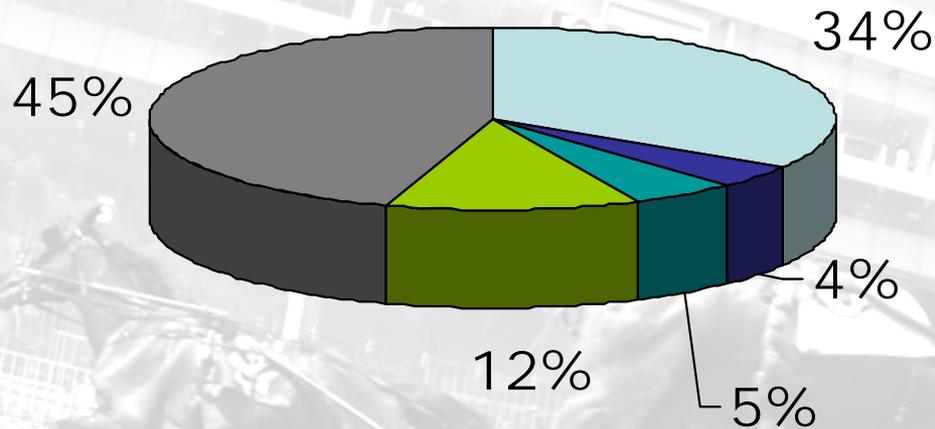
Legislative Intent:

- To enhance live horse racing and breeding programs in the Commonwealth
- To positively support programs intended to foster and promote horse breeding



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Slot Machine Gaming:



- Gaming Fund - Property Tax Reduction
- Local and County Government Share
- Economic Development and Tourism Fund
- PA Race Horse Development Fund
- Licensee Retained Earnings

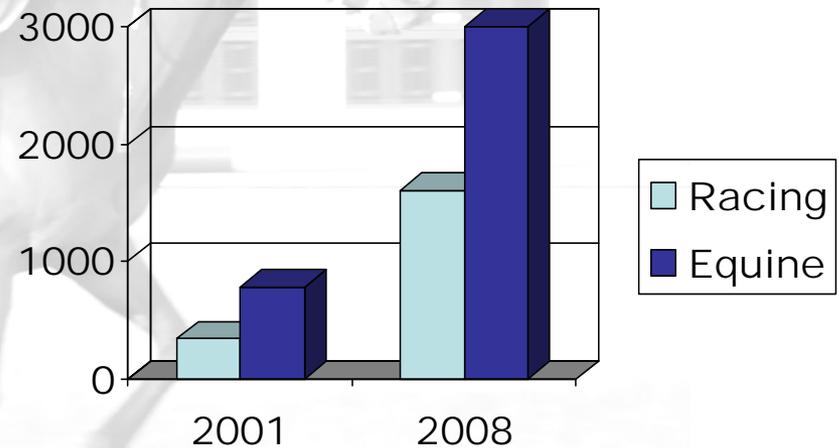


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Value of the Racing Industry:

2001 -- \$344.5M Racing
\$780M Equine

2008 -- \$1.6B Racing
\$3B Equine



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Benefits of Act 71:

- Completely rejuvenated PA Horse Racing industry
- Created jobs – short and long term
- Provided \$2.3B in property tax reduction for PA citizens
- Provided health and pension benefits
- Generated economic development
- Created opportunities for racetracks

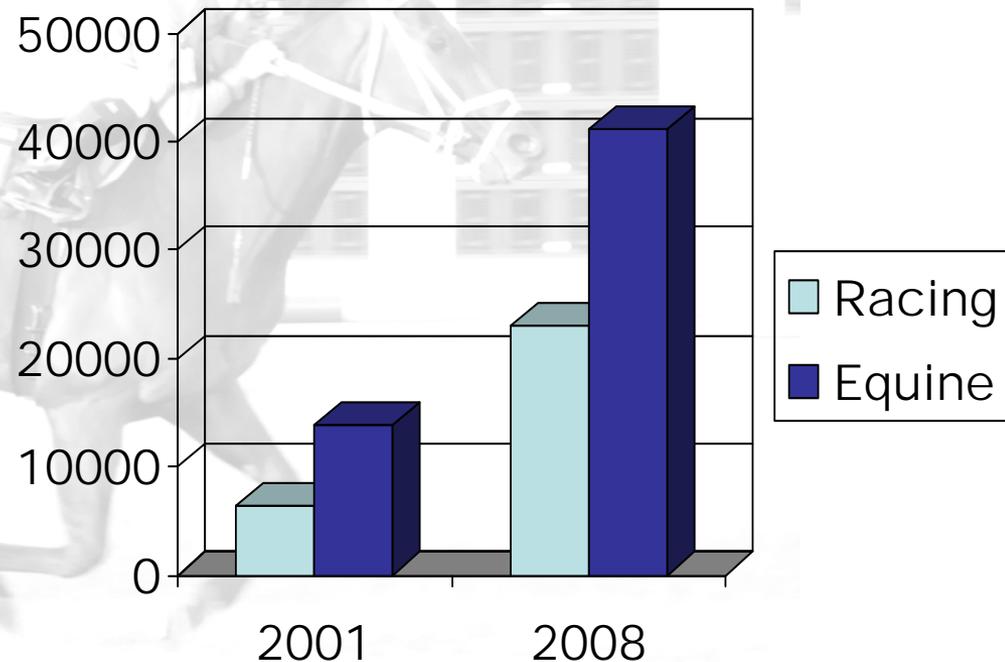


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Jobs:

2001 – 6,340 Racing
13,870 Equine

2008 – 23,028 Racing
41,100 Equine

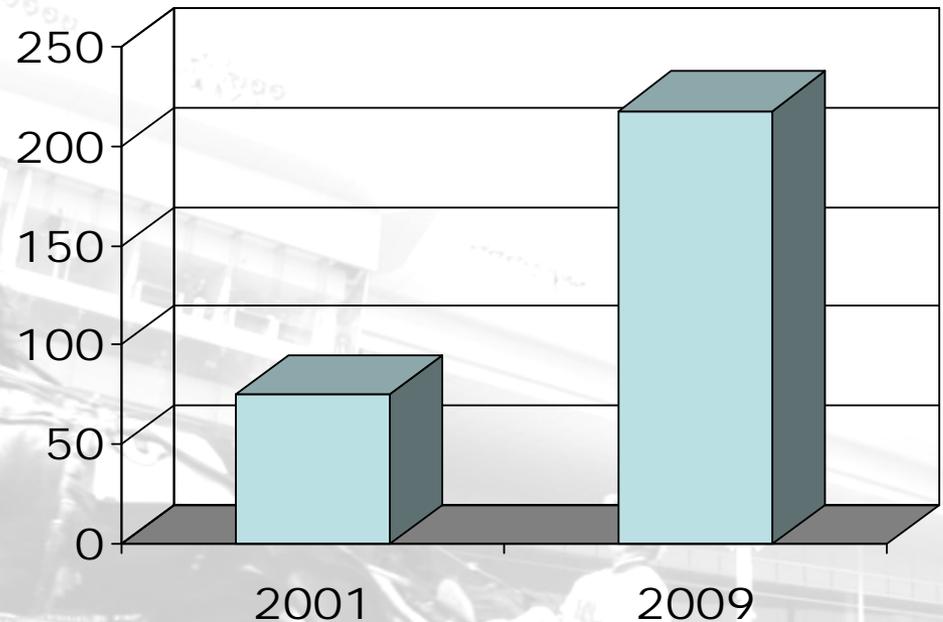


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Purse Distribution:

2001 -- \$75,354,641

2009 -- \$218,911,368



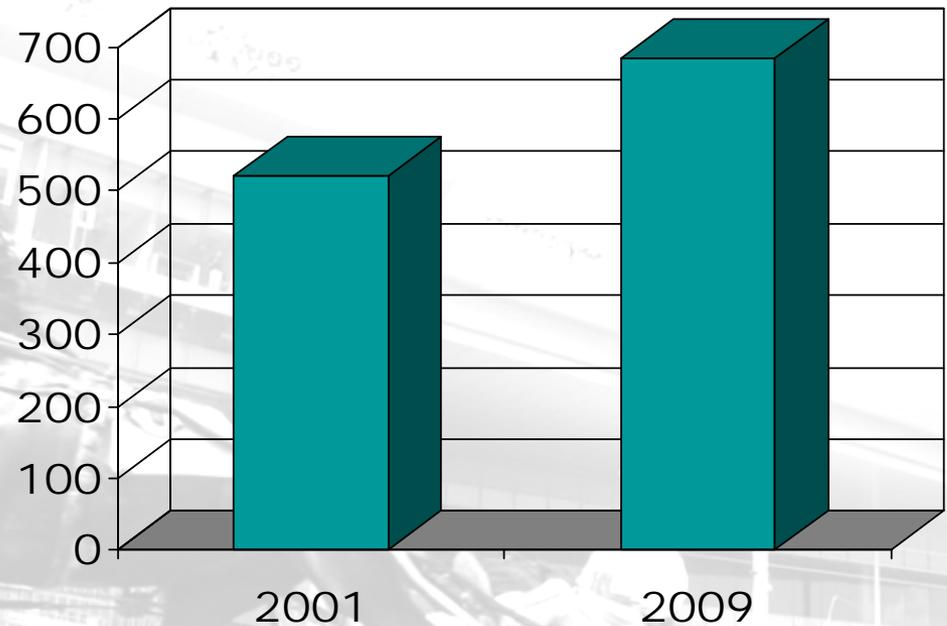
Since slots began in November 2006, a total of \$700M has been distributed in purses at PA racetracks.

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Wagering on PA Races:

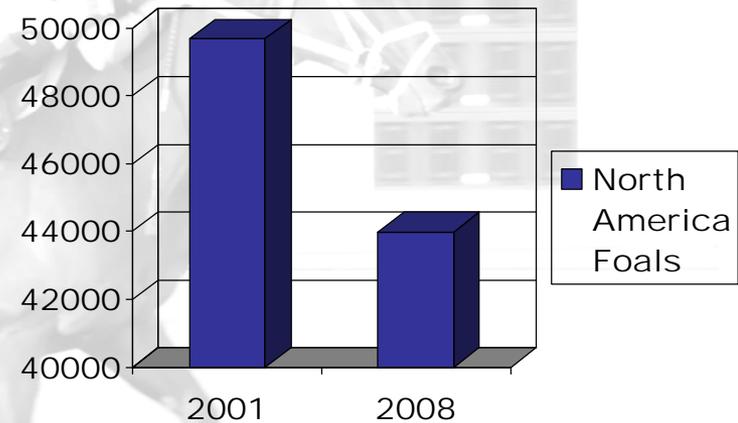
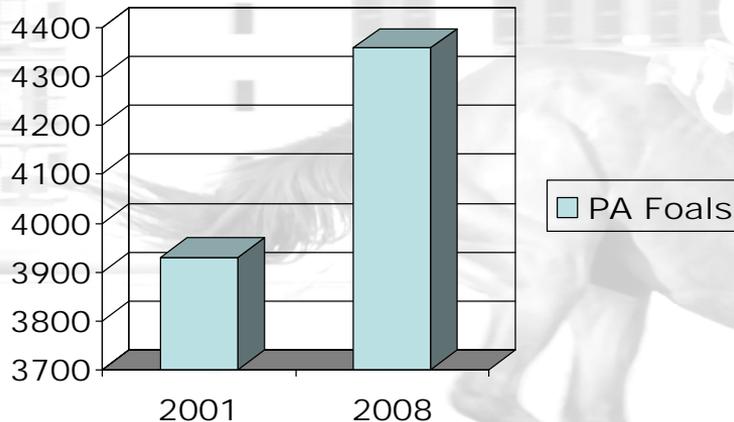
2001 -- \$520M

2009 -- \$685M



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PA-Breds:



Foals

2001 PA – 3,931 NA – 49,675

2008 PA – 4,357 NA – 43,997

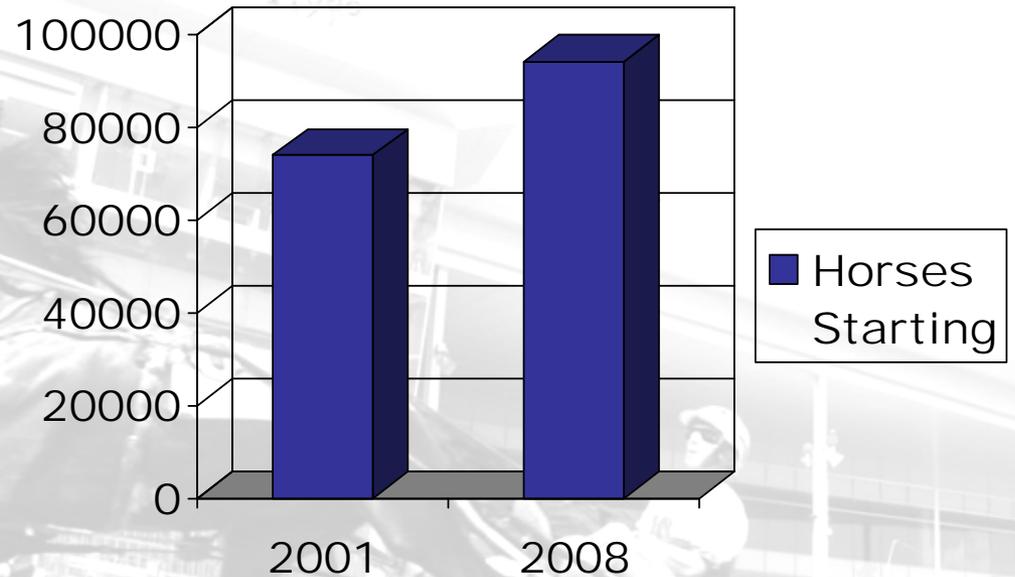


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Racehorses at PA Tracks:

2001 – 73,933

2008 – 94,107

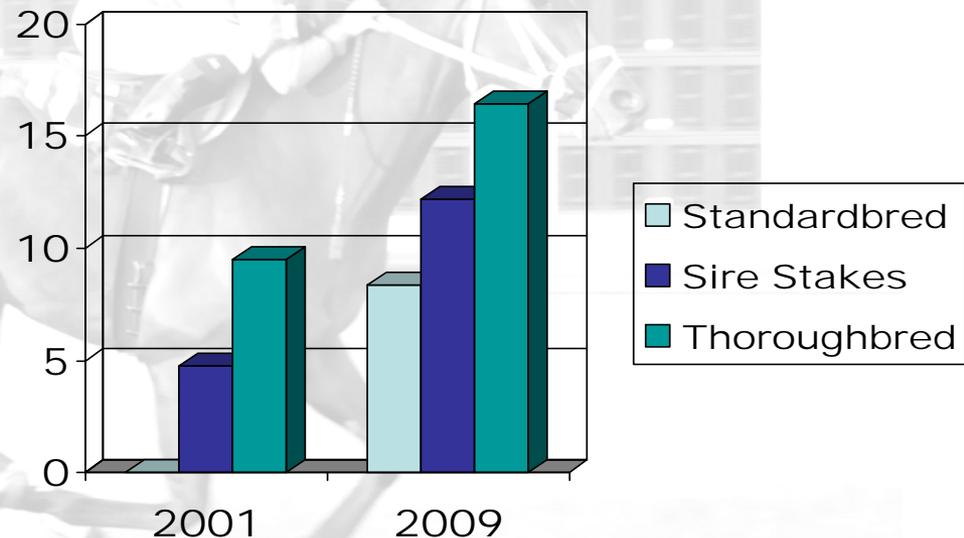


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Breeding Funds:

2001 -- \$4.75M SS
\$9.5M TB

2009 – \$8.4M SB
\$12.3M SS
\$16.4M TB



In 2009, over \$37M was distributed in breeding incentive programs – compared with \$14M in 2001.

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Investment in PA Farms post- Act 71:

- Dana Point Farm
- Northview Pennsylvania
- Penn Ridge Farm
- Ghost Ridge Farm
- Quantum Farms
- Walnridge Farm of PA
- Peninsula Farms of PA
- Fashion Farms

- These new or refurbished farms in PA have invested \$22M in land, improvements, and equipment since 2004.
- These farms are home to roughly \$40M in bloodstock that are new to PA.



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Goals of the PA Racing Commission:

1. Develop a strategic plan for PA Racing
2. Improve the quality of the PA Racing product – branded PA Racing
3. Protect the integrity of PA Racing
4. Support efficient management of breeding programs
5. Secure needed funding for Commission operations



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Achieving Intent:

- Enhanced breeding programs, infused purse accounts and impressive gaming venues have created an attractive environment for raising and racing horses.
- Through continued support, PA Racing is positioned to be a leader amongst racing jurisdictions.

